EVENT VIOLATION INSPECTOR'S STATEMENT MINERALS REGULATORYPROGAM

Company/Mine: MMG Mining/ Mark Carter
Permit #: M/025/012 CO # MC-05-02-02(1) Violation # <u>1</u> of <u>1</u>

| SERIOUSNI | <u>ESS</u> |
|----------------------------|---|
| 1. | What type of event is applicable to the regulation cited? Refer to the DOGM reference list of event below and remember that the event is NOT the same as the violation . Mark and explain each event. |
| | a. Activity outside the approved permit area. b. Injury to the public (public safety). c. Damage to property. d. Conducting activities without appropriate approvals. e. Environmental harm. f. Water pollution. g. Loss of reclamation/revegetation potential. h. Reduced establishment, diverse and effective vegetative cover. i. No event occurred as a result of the violation. j. Other. |
| | The operator mined outside his permitted five acre area without prior approval or Large Mine Permit. |
| 2. | Has the event or damage occurred? <u>Yes</u> If yes, describe it. If no, what would cause it to occur and what is the probability of the event(s) occurring? (None, Unlikely, Likely). |
| Explanation: of 2.16 acres | The operator has expanded the quarry disturbance to a total of 8.94 acres. A total of this disturbance was reclaimed ~a year ago, but has not been released. |
| 3. 4. | Did any damage occur as a result of the violation? Yes If yes, describe the duration and extent of the damage or impact. How much damage may have occurred if the violation had not bee discovered by a DOGM inspector? Describe this potential damage and whether or not it would extend off the disturbed and/or permit area. |
| | |

Explanation: A new entrance has been constructed into the quarry area. This entrance is in addition to the quarry entrance off a county road. Only 2.16 acres of a planned 3.26 acre reclamation were reclaimed

| J MC-05-02 | -02(1) | | | |
|-------------|--------|-----|---|--|
| Violation # | 1 | of_ | 1 | |

GOOD FAITH

1. In order to receive good faith for compliance with an NOV or CO, the violation must have been abated before the abatement deadline. If you think this applies, describe how rapid compliance was achieved (give date) and describe the measures the operator took to comply as rapidly as possible.

Explanation: <u>Upon receipt of the CO the operator began to reclaim additional areas in an attempt to remain under the five acre limit of the small mine permit.</u> A visit is scheduled later this month to document the extent of the reclamation effort.

2. Explain whether or not the operator had the necessary resources on site to achieve compliance.

Explanation: The operator had equipment onsite to complete the reclamation and did so immediately.

| 3. | Was the | submission of plans prior to physical activity required by this NOV |
|----|---------|---|
| | CO? | If yes, explain. |
| | | |

Doug Jensen
Authorized Representative

Explanation:

Signature

Sept 13, 2005

Date

EVENT VIOLATION INSPECTOR'S STATEMENT MINERALS REGULATORYPROGAM

Company/Mine: MMG Mining/ Mark Carter CO # MC-05-02-02(1) Permit #: 1/025/012 Violation # 1 of 1

SERIOUSNESS

| the | violation. Mark and explain each event. |
|-----|--|
| a. | Activity outside the approved permit area. |
| b. | Injury to the public (public safety). |
| c. | Damage to property. |
| d. | Conducting activities without appropriate approvals. |
| e. | Environmental harm. |
| f. | Water pollution. |
| g. | Loss of reclamation/revegetation potential. |
| h. | Reduced establishment, diverse and effective vegetative cover. |
| i. | No event occurred as a result of the violation. |
| j. | Other. |

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Has the event or damage occurred? Yes 2. If yes, describe it. If no, what would cause it to occur and what is the probability of the event(s) occurring? (None, Unlikely, Likely).

Explanation: The operator has expanded the quarry disturbance to a total of 8.94 acres. A total of 2.16 acres of this disturbance was reclaimed ~a year ago, but has not been released.

- 3. Did any damage occur as a result of the violation? Yes
- 4. If yes, describe the duration and extent of the damage or impact. How much damage may have occurred if the violation had not bee discovered by a DOGM inspector? Describe this potential damage and whether or not it would extend off the disturbed and/or permit area.

Explanation: A new entrance has been constructed into the quarry area. This entrance is in addition to the quarry entrance off a county road. Only 2.16 acres of a planned 3.26 acre reclamation were reclaimed

| B. <u>DEGI</u> | REE OF FAULT (Check the statements which apply to the violation and discuss). |
|-----------------|---|
| | Was the violation not the fault of the operator (due to vandalism or an act of God), explain. Remember that the permittee is considered responsible for the actions of all persons working on the mine site. |
| Explanation: | |
| | Was the violation the result of not knowing about DOGM regulations, indifference to DOGM regulations or the result of lack of reasonable care. |
| and construct | Lack of reasonable care. The operator failed to complete the planned reclamation ed an additional entrance into the quarry which resulted in the disturbed acreage at ding five acres. |
| the site execes | ang nyo aores. |
| | If the actual or potential environmental harm or harm to the public should have been evident to a careful operator, describe the situation and what, if anything, the operator did to correct it prior to being cited. |
| additional ent | The operator reclaimed 2.16 acres of a planned 3.26 acre reclamation in 2004. An rance and road was built into the quarry that added acreage to the total disturbance. urbance at the site now total 8.94 acres, the total includes the 2.16 acre reclaimed |
| | Was the operator in violation of a specific permit condition? |
| Explanation: | |
| | Has DOGM cited the violation in the past? If so, give the dates and the type of warning or enforcement action taken. |
| Explanation: | |
| W | as any economic benefit gained by the operator for failure to comply? |
| If | yes explain. |
| Explanation: | |

| J MC-05-02 | -01(1) | | | |
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| Violation # | 1 | of_ | 1 | |

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2. Explain whether or not the operator had the necessary resources on site to achieve compliance.

Explanation: The operator had equipment onsite to complete the reclamation and did so immediately.

| 3. | Was the | ubmission of plans prior to physical activity required by this NOV | 1 |
|----|---------|--|---|
| | | If yes, explain. | |
| | | 그 1900 등은 기술하기 되었다는 남은 그 사람들은 그리고 하는 이 사람들이 되었다고 하는 종독에 있었다. | |

Explanation: ____

<u>Doug Jensen</u> Authorized Representative Signature

Sept 13, 2005 Date

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